

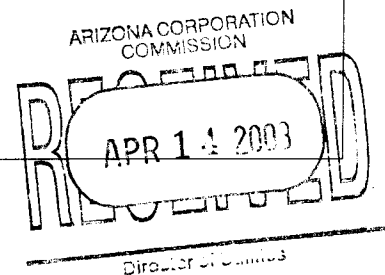
ARIZONA CORPORATION COMMISSION
UTILITIES DIVISION

ANNUAL REPORT MAILING LABEL – MAKE CHANGES AS NECESSARY



WS-03448a
Escapees at North Ranch
100 Rainbow Dr.
Livingston TX 773510000

Water



ANNUAL REPORT

FOR YEAR ENDING

12	31	2002
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Revenues
\$ 71,799 (water)
59,181 (sewer)
\$ 130,980 TOTAL

total
4-15-03
C.M.

FOR COMMISSION USE

ANN 04 02

OK

COMPANY INFORMATION

Company Name (Business Name) Rainbow Parks, Inc.

Mailing Address 100 Rainbow Drive

Livingston
(City)

TX
(State)

77351
(Zip)

936-327-8873
Telephone No. (Include Area Code)

936-327-4388
Fax No. (Include Area Code)

Pager/Cell No. (Include Area Code)

Email Address _____

Local Office Mailing Address 100 Rainbow Drive

Livingston
(City)

TX
(State)

77351
(Zip)

936-327-8873
Local Office Telephone No. (Include Area Code)

936-327-4388
Fax No. (Include Area Code)

Pager/Cell No. (Include Area Code)

Email Address _____

MANAGEMENT INFORMATION

Management Contact: Robert W. Carr
(Name)

President
(Title)

Same as Above
(Street)

(City)

(State)

(Zip)

Telephone No. (Include Area Code)

Fax No. (Include Area Code)

Pager/Cell No. (Include Area Code)

Email Address _____

On Site Manager: Karen Cannizzaro
(Name)

3085 Garden Lane
(Street)

(City)

(State)

(Zip)

928-771-2575
Telephone No. (Include Area Code)

Fax No. (Include Area Code)

Pager/Cell No. (Include Area Code)

Email Address _____

Statutory Agent: _____

(Name)

(Street)

(City)

(State)

(Zip)

Telephone No. (Include Area Code)

Fax No. (Include Area Code)

Pager/Cell No. (Include Area Code)

Attorney: _____

(Name)

(Street)

(City)

(State)

(Zip)

Telephone No. (Include Area Code)

Fax No. (Include Area Code)

Pager/Cell No. (Include Area Code)

OWNERSHIP INFORMATION

Check the following box that applies to your company:

☐ **Sole Proprietor (S)**

☒ **C Corporation (C) (Other than Association/Co-op)**

☐ **Partnership (P)**

☐ **Subchapter S Corporation (Z)**

☐ **Bankruptcy (B)**

☐ **Association/Co op (A)**

☐ **Receivership (R)**

☐ **Limited Liability Company**

☐ **Other (Describe)** _____

COUNTIES SERVED

Check the box below for the county/ies in which you are certificated to provide service:

☐ **APACHE**

☐ **COCHISE**

☐ **COCONINO**

☐ **GILA**

☐ **GRAHAM**

☐ **GREENLEE**

☐ **LA PAZ**

☐ **MARICOPA**

☐ **MOHAVE**

☐ **NAVAJO**

☐ **PIMA**

☐ **PINAL**

☐ **SANTA CRUZ**

☒ **YAVAPAI**

☐ **YUMA**

☐ **STATEWIDE**

COMPANY NAME

UTILITY PLANT IN SERVICE

Acct. No.	DESCRIPTION	Original Cost (OC)	Accumulated Depreciation (AD)	O.C.L.D. (OC less AD)
301	Organization			
302	Franchises			
303	Land and Land Rights	12,000	0	12,000
304	Structures and Improvements			
307	Wells and Springs	10,000	3,000	7,000
311	Pumping Equipment	5,284	3,170	2,114
320	Water Treatment Equipment	1,500	900	600
330	Distribution Reservoirs and Standpipes	74,268	22,280	51,988
331	Transmission and Distribution Mains	131,387	39,415	91,972
333	Services			
334	Meters and Meter Installations	17,440	5,232	12,208
335	Hydrants	3,900	2,340	1,560
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment			
340	Office Furniture and Equipment	4,000	3,464	536
341	Transportation Equipment			
343	Tools, Shop and Garage Equipment			
344	Laboratory Equipment			
345	Power Operated Equipment			
346	Communication Equipment			
347	Miscellaneous Equipment	511	153	358
348	Other Tangible Plant			
	TOTALS	260,290	79,954	180,336

This amount goes on the Balance Sheet Acct. No. 108

COMPANY NAME

CALCULATION OF DEPRECIATION EXPENSE FOR CURRENT YEAR

Acct. No.	DESCRIPTION	Original Cost (1)	Depreciation Percentage (2)	Depreciation Expense (1x2)
301	Organization			
302	Franchises			
303	Land and Land Rights	12,000	N/A	0
304	Structures and Improvements			
307	Wells and Springs	10,000	.05	500
311	Pumping Equipment	5,284	.10	528
320	Water Treatment Equipment	1,500	.10	150
330	Distribution Reservoirs and Standpipes	74,268	.05	3,713
331	Transmission and Distribution Mains	131,387	.05	6,569
333	Services			
334	Meters and Meter Installations	17,440	.05	872
335	Hydrants	3,900	.10	390
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment			
340	Office Furniture and Equipment	4,000	.09	357
341	Transportation Equipment			
343	Tools, Shop and Garage Equipment			
344	Laboratory Equipment			
345	Power Operated Equipment			
346	Communication Equipment			
347	Miscellaneous Equipment	511	.20	102
348	Other Tangible Plant			
	TOTALS	260,290		13,181

This amount goes on Comparative Statement of Income and Expense _____
Acct. No. 403.

COMPANY NAME

BALANCE SHEET

Acct. No.		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	ASSETS		
	CURRENT AND ACCRUED ASSETS		
131	Cash	\$ 28,967	\$ 40,366
134	Working Funds		
135	Temporary Cash Investments		
141	Customer Accounts Receivable	4,626	3,016
146	Notes/Receivables from Associated Companies		
151	Plant Material and Supplies		
162	Prepayments		
174	Miscellaneous Current and Accrued Assets		
	TOTAL CURRENT AND ACCRUED ASSETS	\$ 33,593	\$ 43,382
	FIXED ASSETS		
101	Utility Plant in Service	\$ 260,290	\$ 260,290
103	Property Held for Future Use		
105	Construction Work in Progress		
108	Accumulated Depreciation – Utility Plant	<66,773>	<79,954>
121	Non-Utility Property		
122	Accumulated Depreciation – Non Utility		
	TOTAL FIXED ASSETS	\$ 193,517	\$ 180,336
	TOTAL ASSETS	\$ 227,110	\$ 223,718

NOTE: The Assets on this page should be equal to **Total Liabilities and Capital** on the following page.

BALANCE SHEET (CONTINUED)

Acct. No.		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	LIABILITIES		
	CURRENT LIABILITIES		
231	Accounts Payable	\$ 8,998	\$ 7,541
232	Notes Payable (Current Portion)		
234	Notes/Accounts Payable to Associated Companies		
235	Customer Deposits		
236	Accrued Taxes	224	289
237	Accrued Interest		
241	Miscellaneous Current and Accrued Liabilities		
	TOTAL CURRENT LIABILITIES	\$ 9,222	\$ 7,830
	LONG-TERM DEBT (Over 12 Months)		
224	Long-Term Notes and Bonds	\$ 0	\$ 0
	DEFERRED CREDITS		
251	Unamortized Premium on Debt	\$	\$
252	Advances in Aid of Construction		
255	Accumulated Deferred Investment Tax Credits		
271	Contributions in Aid of Construction		
272	Less: Amortization of Contributions		
281	Accumulated Deferred Income Tax		
	TOTAL DEFERRED CREDITS	\$ 0	\$ 0
	TOTAL LIABILITIES	\$ 9,222	\$ 7,830
	CAPITAL ACCOUNTS		
201	Common Stock Issued	\$	\$
211	Paid in Capital in Excess of Par Value		
215	Retained Earnings	217,888	215,888
218	Proprietary Capital (Sole Props and Partnerships)		
	TOTAL CAPITAL	\$ 217,888	\$ 215,888
	TOTAL LIABILITIES AND CAPITAL	\$ 227,110	\$ 223,718

COMPARATIVE STATEMENT OF INCOME AND EXPENSE

Acct. No.	OPERATING REVENUES	PRIOR YEAR	CURRENT YEAR
461	Metered Water Revenue	\$ 61,184	\$ 67,266
460	Unmetered Water Revenue		
474	Other Water Revenues		10
	TOTAL REVENUES	\$ 61,184	\$ 67,276
	OPERATING EXPENSES		
601	Salaries and Wages	\$ 3,240	\$ 2,857
610	Purchased Water	7,870	11,680
615	Purchased Power		
618	Chemicals	4,671	4,321
620	Repairs and Maintenance	79	272
621	Office Supplies and Expense	666	758
630	Outside Services	4,394	13,687
635	Water Testing		
641	Rents		
650	Transportation Expenses		
657	Insurance – General Liability	459	830
659	Insurance - Health and Life		
666	Regulatory Commission Expense – Rate Case		
675	Miscellaneous Expense	173	330
403	Depreciation Expense	13,131	13,181
408	Taxes Other Than Income	883	845
408.11	Property Taxes	2,889	2,692
409	Income Tax		448
	TOTAL OPERATING EXPENSES	\$ 38,455	\$ 51,901
	OPERATING INCOME/(LOSS)	\$ 22,729	\$ 15,375
	OTHER INCOME/(EXPENSE)		
419	Interest and Dividend Income	\$	\$
421	Non-Utility Income		
426	Miscellaneous Non-Utility Expenses		
427	Interest Expense		
	TOTAL OTHER INCOME/(EXPENSE)	\$ 0	\$ 0
	NET INCOME/(LOSS)	\$ 22,729	\$ 15,375

COMPANY NAME

SUPPLEMENTAL FINANCIAL DATA
Long-Term Debt

	LOAN #1	LOAN #2	LOAN #3	LOAN #4
Date Issued				
Source of Loan				
ACC Decision No.				
Reason for Loan				
Dollar Amount Issued	\$	\$	\$	\$
Amount Outstanding	\$ 0	\$ 0	\$ 0	\$ 0
Date of Maturity				
Interest Rate				
Current Year Interest	\$ 0	\$ 0	\$ 0	\$ 0
Current Year Principle	\$ 0	\$ 0	\$ 0	\$ 0

Meter Deposit Balance at Test Year End	\$ 0
Meter Deposits Refunded During the Test Year	\$ 0

COMPANY NAME

WATER COMPANY PLANT DESCRIPTION

WELLS

ADWR ID Number*	Pump Horsepower	Pump Yield (Gpm)	Casing Depth (Feet)	Casing Diameter (Inches)	Meter Size (inches)	Year Drilled
55-506823	30	150	10			

- Arizona Department of Water Resources Identification Number

OTHER WATER SOURCES

Name or Description	Capacity (gpm)	Gallons Purchased or Obtained (in thousands)
N/A		

BOOSTER PUMPS		FIRE HYDRANTS	
Horsepower	Quantity	Quantity Standard	Quantity Other
15	2	1	

STORAGE TANKS		PRESSURE TANKS	
Capacity	Quantity	Capacity	Quantity
10,000	1	10,000	1
60,000	1		

COMPANY NAME

WATER COMPANY PLANT DESCRIPTION (CONTINUED)

MAINS

Size (in inches)	Material	Length (in feet)
2		
3		
4	PVC	18,643
5		
6		
8	PVC	290
10		
12		

CUSTOMER METERS

Size (in inches)	Quantity
5/8 X 3/4	436
3/4	
1	
1 1/2	
2	
Comp. 3	
Turbo 3	
Comp. 4	
Tubo 4	
Comp. 6	
Tubo 6	

For the following three items, list the utility owned assets in each category.

TREATMENT EQUIPMENT:

STRUCTURES:

OTHER:

COMPANY NAME:

WATER USE DATA SHEET BY MONTH FOR CALENDAR YEAR 2002

MONTH	NUMBER OF CUSTOMERS	GALLONS SOLD	GALLON PUMPED (Thousands)
JANUARY	371	711,990	711,990
FEBRUARY	374	802,550	802,550
MARCH	366	785,300	785,300
APRIL	364	957,130	957,130
MAY	366	961,080	961,080
JUNE	365	885,930	885,930
JULY	366	797,850	797,850
AUGUST	365	869,210	869,210
SEPTEMBER	367	889,090	889,090
OCTOBER	371	942,860	942,860
NOVEMBER	372	788,970	788,970
DECEMBER	363	736,790	736,790
TOTAL		N/A	

10128750 ^{amt}

Is the Water Utility located in an ADWR Active Management Area (AMA)?

() Yes

(✓) No

Does the Company have An ADWR Gallons Per Capita Per Day (GPCPD) requirement?

() Yes

(✓) No

If yes, provide the GPCPD amount: _____

What is the level of arsenic for each well on your system. .005 mg/l

(If more than one well, please list each separately)

Note: If you are filing for more than one system, please provide separate data sheets for each system.

COMPANY NAME _____ YEAR ENDING 12/31/2002

PROPERTY TAXES

Amount of actual property taxes paid during Calendar Year 2002 was: \$ 2,392.24

Attach to this annual report proof (e.g. property tax bills stamped "paid in full" or copies of cancelled checks for property tax payments) of any and all property taxes paid during the calendar year.

If no property taxes paid, explain why. _____

COMPANY NAME _____ YEAR ENDING 12/31/2002

INCOME TAXES

For this reporting period, provide the following:

Federal Taxable Income Reported 15,375
Estimated or Actual Federal Tax Liability 2,306

State Taxable Income Reported 15,375
Estimated or Actual State Tax Liability 1,073

Amount of Grossed-Up Contributions/Advances:

Amount of Contributions/Advances _____
Amount of Gross-Up Tax Collected _____
Total Grossed-Up Contributions/Advances 0

Decision No. 55774 states, in part, that the utility will refund any excess gross-up funds collected at the close of the tax year when tax returns are completed. Pursuant to this Decision, if gross-up tax refunds are due to any Payer or if any gross-up tax refunds have already been made, attach the following information by Payer: name and amount of contribution/advance, the amount of gross-up tax collected, the amount of refund due to each Payer, and the date the Utility expects to make or has made the refund to the Payer.

CERTIFICATION

The undersigned hereby certifies that the Utility has refunded to Payers all gross-up tax refunds reported in the prior year's annual report. This certification is to be signed by the President or Chief Executive Officer, if a corporation; the managing general partner, if a partnership; the managing member, if a limited liability company or the sole proprietor, if a sole proprietorship.


SIGNATURE

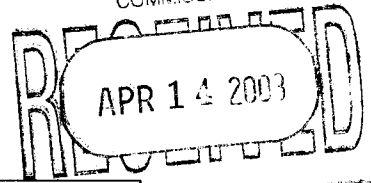
3-28-03
DATE

Robert W. Carr
PRINTED NAME

President
TITLE

**VERIFICATION
AND
SWORN STATEMENT
Intrastate Revenues Only**

ARIZONA CORPORATION
COMMISSION



VERIFICATION

STATE OF TEXAS

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME)	<u>Polk</u>
NAME (OWNER OR OFFICIAL) TITLE	<u>Robert W. Carter</u>
COMPANY NAME	<u>Rainbow Parks, Inc.</u>

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

MONTH	DAY	YEAR
<u>12</u>	<u>31</u>	<u>2002</u>

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

IN ACCORDANCE WITH THE REQUIREMENT OF TITLE 40, ARTICLE 8, SECTION 40-401, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS DURING CALENDAR YEAR 2002 WAS:

Arizona IntraState Gross Operating Revenues Only (\$)

\$ 71,799

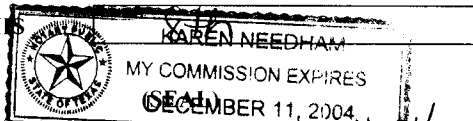
(THE AMOUNT IN BOX ABOVE
INCLUDES \$ 4,523
IN SALES TAXES BILLED, OR COLLECTED

****REVENUE REPORTED ON THIS PAGE MUST INCLUDE SALES TAXES BILLED OR COLLECTED. IF FOR ANY OTHER REASON, THE REVENUE REPORTED ABOVE DOES NOT AGREE WITH TOTAL OPERATING REVENUES ELSEWHERE REPORTED, ATTACH THOSE STATEMENTS THAT RECONCILE THE DIFFERENCE. (EXPLAIN IN DETAIL)**

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS 8th DAY OF



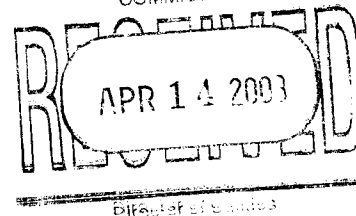
MY COMMISSION EXPIRES 12-11-04

[Signature]
SIGNATURE OF OWNER OR OFFICIAL
936-327-8873
TELEPHONE NUMBER

COUNTY NAME	<u>Polk</u>	
MONTH	<u>April</u>	<u>2003</u>
<u>[Signature]</u> SIGNATURE OF NOTARY PUBLIC		

**VERIFICATION
AND
SWORN STATEMENT
RESIDENTIAL REVENUE
INTRASTATE REVENUES ONLY**

ARIZONA CORPORATION
COMMISSION



VERIFICATION

STATE OF ~~ARIZONA~~ **TEXAS**

I, THE UNDERSIGNED

OF THE

(COUNTY NAME) Polk	
NAME (OWNER OR OFFICIAL) Robert W. Carr	TITLE President
COMPANY NAME Rainbow Parks, Inc.	

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

MONTH	DAY	YEAR
12	31	2002

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

IN ACCORDANCE WITH THE REQUIREMENTS OF TITLE 40, ARTICLE 8, SECTION 40-401.01, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS RECEIVED FROM RESIDENTIAL CUSTOMERS DURING CALENDAR YEAR 2002 WAS:

ARIZONA INTRASTATE GROSS OPERATING REVENUES
\$ 71,799

(THE AMOUNT IN BOX AT LEFT
INCLUDES \$ **4,523**
IN SALES TAXES BILLED, OR COLLECTED

*RESIDENTIAL REVENUE REPORTED ON THIS PAGE
MUST INCLUDE SALES TAXES BILLED.

SIGNATURE OF OWNER OR OFFICIAL

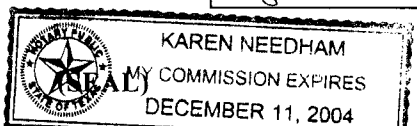
SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS

8th

DAY OF



MY COMMISSION EXPIRES

12-11-03

NOTARY PUBLIC NAME Karen Needham	
COUNTY NAME Polk	
MONTH April	2003

X

SIGNATURE OF NOTARY PUBLIC

2002 14/2 44051770T-2 40131770-3

RAINBOW PARKS, INC.
NORTH RANCH UTILITIES
 120 RAINBOW DRIVE
 LIVINGSTON, TEXAS 77351

FIRST NATIONAL BANK/LIVINGSTON
 LIVINGSTON, TEXAS 77351
 88-545-1131

PAY TO THE ORDER OF Two Thousand One Hundred Seventy-Eight and 91/100 Dollars

10/2/02 \$ 2,178.91 DOLLARS

Russ Jacobs-Yavapai County Treas
 1015 Fair Street
 Prescott, AZ 86305

MEMO Memo: NRU-1st half of 2002 property taxes

⑈000719⑈ ⑈111105452⑈ 00 13897⑈ ⑈0000217891⑈

Marolyn Vice
Cheryl Scott

DDA Debits - 10/11/02

FIRST NATIONAL BANK 2113105452
 LIVINGSTON TX 77351
 1000106151 111282 19301927-1234
 EXT-0836 MC-0836 PK-10
 0130696992

For Deposit Only
 10052002
 Yavapai County Treasurer

DO NOT WRITE, STAMP OR SIGN BELOW THIS LINE
 RESERVED FOR FINANCIAL INSTITUTION USE

ENDORSE HERE

12100024
 55145272

QT 02 10-11-02
 961900557
 42104552

DDA Debits - 10/11/02